

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 2802 - SB 2734

February 12, 2010

SUMMARY OF BILL: Authorizes local governments to purchase used or secondhand items without public advertisement and competitive bidding as long as the price paid is no more than 70 percent of the documented range. Current law requires the price paid to be no more than 10 percent higher than the documented range.

ESTIMATED FISCAL IMPACT:

Increase Local Expenditures – Exceeds \$50,000/Permissive

Assumption:

- Local governments may experience an increase in local expenditures estimated to exceed \$50,000. Expenditures will increase because local governments may not be able to purchase used items for only 70 percent of the documented range. Instead they may have to purchase new equipment at a higher price.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

/kmc